



Far East Group Limited
(Company Registration No. 196400096C)
(Incorporated in the Republic of Singapore on 18 March 1964)

**DISPOSAL OF PROPERTY LOCATED AT 20 BUKIT BATOK CRESCENT #07-18, SINGAPORE 658080
– CORRIGENDUM ANNOUNCEMENT**

Unless otherwise defined herein, terms used in this announcement shall have the meaning ascribed to them in the Company's announcement dated 14 October 2021 in relation to the Disposal of Property located at 20 Bukit Batok Crescent #07-18, Singapore 658080 ("Announcement").

Further to the Announcement, the Board of Directors (the "Board" or "Directors") of Far East Group Limited (the "Company" and together with its subsidiaries, the "Group") wishes to inform the shareholders of the following:

Paragraph 6 of the Announcement under the heading of "Value of the Property" should be read as shown herein instead of as stated in the Announcement, with the changes marked-up and underlined:

"Based on the latest announced unaudited consolidated financial statements of the Group for the 6-month financial period ended 30 June 2021, the net carrying amount of the Property as at 30 June 2021 ("HY2021") was approximately ~~S\$659,000~~S\$835,000. Assuming that the Disposal was completed on 30 June 2021, the Disposal is expected to result in a gain on disposal of approximately ~~S\$166,000~~S\$10,000, after deducting the estimated expenses in relation to the Disposal.

Based on the desktop valuation of the Property commissioned by the Group and undertaken by the independent professional valuer, Savills Valuation and Professional Services (S) Pte Ltd, the market value ascribed to the Property as at 18 December 2020 in its valuation report dated 18 December 2020 ("Valuation Report") was S\$850,000. The valuation method adopted was the direct comparison method."

Paragraph 7.1 of the Announcement under the heading of "Financial Effects of the Disposal" under the sub-heading of "Net Tangible Assets ("NTA")" should be read as shown herein instead of as stated in the Announcement, with the changes marked-up and underlined:

"The effect of the Disposal on the NTA per share of the Group for FY2020, assuming that the Disposal had been effected as at 31 December 2020 is as follows:

As at 31 December 2020	Before the Disposal	After the Disposal
NTA (S\$'000)	42,965	43,110 <u>42,955</u>
Number of issued shares (excluding treasury shares and subsidiary holdings) ('000)	111,462	111,462
NTA per share (Singapore Cents)	38.55	38.68 <u>38.54</u>

Paragraph 7.2 of the Announcement under the heading of “*Financial Effects of the Disposal*” under the sub-heading of “*Loss per Share (“LPS”)*” should be read as shown herein instead of as stated in the Announcement, with the changes marked-up and underlined:

“*The effect of the Disposal on the LPS of the Group for FY2020, assuming that the Disposal had been effected on 1 January 2020 is as follows:*

FY2020	Before the Disposal	After the Disposal
Net loss attributable to the owners of the Company (S\$'000)	(7,179)	(7,034) (7,189)
Weighted average number of issued shares (excluding treasury shares and subsidiary holdings) ('000)	111,462	111,462
LPS (Singapore Cents)	(6.44)	(6.31) (6.45)”

Paragraph 8 of the Announcement under the heading of “*Relative Figures Computed Based on Rule 1006 of The Catalist Rules*” should be read as shown herein instead of as stated in the Announcement, with the changes marked-up and underlined:

“*Based on the latest announced unaudited consolidated financial statements of the Group for HY2021, the relative figures for the Disposal computed on the relevant bases set out in Rule 1006 of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“SGX-ST”) (the “Catalist Rules”)* are set out below:

Rule	Bases	Relative Figure
1006 (a)	The net asset value of the assets to be disposed of, compared with the Group’s net asset value. This basis is not applicable to an acquisition of assets.	1.5% 1.9% ⁽¹⁾
1006 (b)	The net profits attributable to the assets acquired or disposed of, compared with the Group’s net profits for HY2021.	Not applicable ⁽²⁾
1006 (c)	The aggregate value of the consideration given or received, compared with the Company’s market capitalisation, based on the total number of issued shares excluding treasury shares.	8.1% ⁽³⁾
1006 (d)	The number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue.	Not applicable

Rule	Bases	Relative Figure
1006(e)	The aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the Group's proved and probable reserves. This basis is applicable to a disposal of mineral, oil or gas assets by a mineral, oil or gas company, but not to an acquisition of such assets.	Not applicable

Notes:

- (1) Based on the net asset value of the Property of approximately ~~S\$659,000~~S\$835,000 as at 30 June 2021 and the net asset value of the Group of approximately S\$44,153,000 as at 30 June 2021.
- (2) Not applicable as the Property does not generate any income or revenue for HY2021.
- (3) Based on the Purchase Consideration of S\$850,000 and the Company's market capitalisation of approximately S\$10.48 million (being the issued ordinary share capital of the Company ("Shares") of 111,462,000 Shares (excluding treasury shares and subsidiary holdings) and the volume weighted average price of the Shares of S\$0.094 on 7 October 2021, which is the last full market day on which the Shares were traded prior to the date of the exercise of the Option.

As the relevant relative figure for the Disposal computed on the basis set out in Rule 1006(c) of the Catalist Rules exceeds 5% but is less than 50%, the Disposal constitutes a discloseable transaction under Chapter 10 of the Catalist Rules and does not require the approval of shareholders."

Save as disclosed above, all other information contained in the Announcement remains unchanged.

By Order of the Board

Loh Mun Yew
Chief Executive Officer and Executive Director
15 October 2021

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Lee Khai Yinn (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.